GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5386
ANSWERED ON:28.04.2000
WORLD BANK LOAN TO HARYANA
ABDUL HAMID

Will the Minister of FINANCE be pleased to state:

(a): whether World Bank has suspended the release/payment of first tranche of loan of Rs 2400 crores to Haryana for power sector reforms;

(b): if so, whether the bank has also threatened to take legal action in this regard; and

(c): if so, the details thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) The World Bank approved a loan of US $ 60 million to theHaryana Power Sector Restructuring Project in January, 1998.In December 1999, the Bank stopped making any reimbursement or payments under any withdrawal application from the loan account.

(b) No Sir,

(c) Does not arise.